

REFERENCE TITLE: trust lands; technical correction

State of Arizona  
House of Representatives  
Forty-eighth Legislature  
Second Regular Session  
2008

## **HB 2237**

Introduced by  
Representative Weiers J

AN ACT

AMENDING SECTION 37-521, ARIZONA REVISED STATUTES; RELATING TO THE PERMANENT  
STATE SCHOOL FUND.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:  
2 Section 1. Section 37-521, Arizona Revised Statutes, is amended to  
3 read:  
4 37-521. Permanent state school fund; composition; use  
5 A. The permanent state school fund shall consist of:  
6 1. The proceeds of all lands granted to the state by the United States  
7 for the support of common schools.  
8 2. All property which accrues to the state by escheat or forfeiture.  
9 3. All property donated for the benefit of the common schools, unless  
10 the terms of the donation otherwise provide.  
11 4. All unclaimed shares and dividends of any corporation incorporated  
12 under the laws of this state.  
13 5. The proceeds of sale of timber, mineral, gravel or other natural  
14 products or property from school lands and state lands other than those  
15 granted for specific purposes.  
16 6. The residue of the lands granted for payment of the bonds and  
17 accrued interest issued by Maricopa, Pima, Yavapai and Coconino counties,  
18 after the purpose of the grant has been satisfied, and the five per cent of  
19 the proceeds of sales of public lands lying within this state sold by the  
20 United States subsequent to admission of this state into the union, as  
21 granted by the enabling act.  
22 B. The fund shall be and remain a perpetual fund and distributions  
23 from the fund pursuant to article X, section 7, Constitution of Arizona, plus  
24 monies derived from the rental of the lands and property, interest and  
25 accrued rent for that year credited pursuant to section 37-295 and interest  
26 paid on installment sales, shall be used as follows:  
27 1. If there are outstanding state school facilities revenue bonds  
28 pursuant to title 15, chapter 16, article 6, outstanding qualified zone  
29 academy bonds pursuant to title 15, chapter 16, article 7 or outstanding  
30 state school trust revenue bonds issued to correct existing deficiencies  
31 ~~prescribed by section 15-2021~~, the state treasurer and the state land  
32 department shall annually transfer to the state school facilities revenue  
33 bond debt service fund established in section 15-2054, the state school  
34 improvement revenue bond debt service fund established in section 15-2084 and  
35 the state school trust revenue bond debt service fund the amount that is  
36 necessary to pay that fiscal year's debt service on outstanding state school  
37 facilities revenue bonds, qualified zone academy bonds and state school trust  
38 revenue bonds, before transferring amounts for any other uses.  
39 2. If there are no outstanding state school facilities revenue bonds  
40 pursuant to title 15, chapter 16, article 6 or if the amount of monies  
41 available under this subsection exceeds the amount required under paragraph 1  
42 of this subsection, the monies are subject to legislative appropriation to  
43 the new school facilities fund established by section 15-2041.  
44 3. If the amount of monies available under this subsection exceeds the  
45 amount required under paragraphs 1 and 2 of this subsection, the legislature

1 may annually appropriate an amount to be used as provided in section 15-971,  
2 subsection H, except that the amount appropriated may not exceed the amount  
3 appropriated from the permanent state school fund and from the rent and  
4 interest paid on installment sales for this purpose in fiscal year 2000-2001.  
5 4. Notwithstanding paragraphs 1, 2 and 3 of this subsection, from and  
6 after June 30, 2001, any expendable earnings under this subsection that  
7 exceed the fiscal year 2000-2001 expendable earnings shall be deposited in  
8 the classroom site fund established by section 15-977.